

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION**

**INVESTMENT COMMITTEE**

**August 14, 2006**

**8:30 a.m.**

Lincoln Plaza North  
400 Q Street  
Auditorium  
Sacramento, CA

**COMMITTEE MEMBERS**

Charles Valdes, Chair  
George Diehr, Vice Chair  
Philip Angelides  
Marjorie Berte  
Robert F. Carlson  
Rob Feckner  
Priya Mathur  
Michael Navarro  
Tony Oliveira  
Mike Quevedo, Jr.  
Kurato Shimada  
Maeley L. Tom  
Steve Westly

<b>CLOSED SESSION</b>	<b>8:30 a.m.</b> Chief Investment Officer's Briefing on Market and Personnel Issues (Government Code sections 11126(a)(1) and (c)(16))
<b>OPEN SESSION</b>	<b>9:00 a.m.</b>
<b>CLOSED SESSION</b>	<b>Upon Adjournment or Recess of Open Session</b> (Government Code section 11126(c)(16))

**AGENDA****OPEN SESSION**

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|             | 1. Call to Order and Roll Call                                     |
| Action      | 2. Approval of the June 19, 2006 Open Session Minutes              |
| Information | 3. Cost Effectiveness Measurement (CEM) Report                     |
| Information | 4. Real Estate   |
| Action      | a. R Street Subcommittee Report                                    |
|             | b. Selection of International REIT Managers                        |
| Information | 5. Alternative Investment Management (AIM) Program                 |
|             | 6. Global Equity   |
| Action      | a. Selection of U.S. Equity Growth Managers                        |
| Information | b. Corporate Governance Co-Investment Strategy                     |
| Information | c. Corporate Governance Internal Staff Working Group Update        |
|             | 7. Global Fixed Income   |
| Action      | a. Selection of International Fixed Income Managers                |
|             | 8. Chief Investment Officer's/Assistant Executive Officer's Report |
| Consent     | a. Consolidated Investment Activity Report                         |
| Information | b. Wilshire Study on CalPERS Corporate Governance Program          |
| Information | 9. Draft Agenda for September 11, 2006                             |
|             | 10. Public Comment   |

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.

**AGENDA**

<b>CLOSED SESSION</b>	<b>Upon Adjournment or Recess of Open Session</b> (Government Code section 11126(c)(16))
	1. CALL TO ORDER AND ROLL CALL
Action	2. Approval of the June 19, 2006 Closed Session Minutes
Information	3. Real Estate a. R Street Subcommittee Report
Information	4. Alternative Investment Management (AIM) Program
Information Information Information	5. Global Equity a. Risk Managed Absolute Return Strategy Program Update b. External Manager Update c. Corporate Governance Internal Staff Working Group Update
Information	6. Global Fixed Income a. External Manager Update
Information	7. Chief Investment Officer's/Assistant Executive Officer's Report a. Status of Action Items Not Yet Reported
Consent	8. Activity Reports a. Alternative Investment Management Program b. Risk Managed Absolute Return Strategies Program c. Public Markets